

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**CORRECTED  
FISCAL NOTE**

**HB 349 - SB 841**

March 4, 2013

**SUMMARY OF BILL:** Authorizes the OZ facility in Davidson County to sell alcoholic beverages for on-premises consumption.

**ESTIMATED FISCAL IMPACT:**

On February 20, 2013, a fiscal note was issued for this bill with a fiscal impact of:

*Increase State Revenue - \$450/One-Time/ABC Fund  
\$150/Recurring/ABC Fund*

*Increase Local Revenue - \$500/Recurring/Permissive*

Based upon the discovery of a calculation error, the corrected fiscal impact is below.

**Increase State Revenue - \$300/One-Time/ABC Fund  
\$150/Recurring/ABC Fund**

**Increase Local Revenue - \$500/Recurring/Permissive**

**Assumptions:**

- This bill only applies to the OZ facility in Davidson County.
- There is a \$300 initial license application fee. There will be a \$150 annual renewal fee. Application and renewal fees are payable to the Tennessee Alcoholic Beverage Commission (ABC) Fund.
- No additional personnel or resources will be required by the ABC.
- Local privilege tax is \$500 annually. Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- The entity will be assessed state and local sales taxes on alcoholic beverage sales, a 15 percent liquor-by-the-drink tax on each alcoholic beverage sold, and any applicable county or city privilege tax. Revenue collected from these taxes is estimated to be not significant.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/cce